FORM MR-AR (Revised 2/2001)

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I.	<u>Gen</u>	eral Information		
	1.	Report Time Period: From (mo./yr.) _Jan / 2004 To (mo./yr.) _Dec / 2004		
	2.	DOGM File Number (Mine No.): M / 023 / 003		
	3.	Mine Name: Topaz Mining Property		
	4.	Mineral(s) Mined: (or permitted to mine): Beryllium (bertrandite)		
	5.	Type of mine Surface Mine or Underground Mine		
	6.	Legal Description (Location of Lands Affected): Please see attached description		
		1/4,1/4,1/4, Section, Township, Range		
		1/4,1/4,1/4, Section, Township, Range		
		1/4,1/4,1/4, Section, Township, Range		
7.	Name of Operator or Company: Brush Resources Inc.			
	8.	Permanent Street Address: P.O. Box 815		
		City, State, Zip: Delta, Utah 84624		
		Phone: (435) 864-2701 Fax: (435) 864-4004		
	9.	Company Representative (or designated operator):		
		Name: Alex Boulton		
		Title: President		
		Business Address: P.O. Box 815		
		City, State, Zip: Delta, Utah 84624		
		Phone: (435) 864-2701 Fax: (435) 864-4004		
		Please check if any of the above information has changed since previous year.		
	<u>Minin</u>			
	1.	was the mine active during the past year? Yes ⊠ No □		
	2.	If no - what was the last year of activity?		
	3.	If yes - how much ore or mineral was mined? 42,368 wet tons (delivered) IAN 1 8 2005		

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4.	additional surface disturbances the	c performed, volume of material moved, and any new or hat occurred during the past year.
	The mine was inactive during	ng January & July through December
	Mined 19K wet tons waste 8	§ 53K wet tons ore from Monitor #3
	There were no new or addit	ional surface disturbances
5.	How much additional acreage v	was disturbed during the past year? None
6.	How much acreage was reclaime	ed during the past year? None (at the Topaz Mine)
7.	Briefly describe the reclamation should include methods employed	work performed during the past year. This description ed, and an evaluation of the results.
	Completed Lava Bench Min	e reclamation for SITLA
	Received Earth Day Award	for Lava Bench Mine Reclamation
	Monitor test plots to observe	e drought effects
	Submitted the proposed Mir	ning & Reclamation Plan revision
8.	What is the total disturbed acre	rage of entire project at year's end? 196 Acres
9.	Briefly summarize any mining ar	nd/or reclamation plans for the upcoming year.
	1. Work with Division on app	proval of MRP revision & soil sampling plan.
	2. Ship ore to the mill from the	he existing stockpile inventories as needed.
	3. Conduct annual site inspe	ection with the Division representative(s).
	4. Continue monitoring Rain	bow & Sigma Emma test plots.
NOTE:	Section III., "Additional Informa	tion" applies only to large mining operations.
III. <u>Addition</u>	<u>nal Information – R647-4-121.2 and</u>	<u>1.3</u>
1.		pdated map depicting surface disturbance and the year, prepared in accordance with R647-4-105
2.	The operator shall keep and main Act, and shall make these records	ntain timely records relating to his performance under the s available to the Division upon request.
IV. <u>Signatu</u>	<u>re Requirement</u>	
I hereb	y certify that the foregoing is true	and correct.
Na	ame (Typed or Print):	Alex Boulton
Ti	tle of Operator:	President
Sig	gnature of Operator:	My Boult
	Date:	1/12/05

IV.

Brush Resources Inc.	Topaz Mining Properties
Operator	Mine Name
M/023/003	Juab County, Uta

Permit Number

Legal Description (Location of Lands Affected) Refers to item 6. on page 1 of the Annual Report form

Township 13 South, Range 12 West, SLM

Section 4

The SW1/4 of the SE1/4, and the SE1/4 of the SW1/4.

Section 5

Lot 1, and Lot 2, and the S½ of the NE¼, and the SE¼, and the E½ of the SW¼, and the SE¼ of the NW¼.

Section 7

The $S\frac{1}{2}$ of the $NE\frac{1}{4}$, and the $SE\frac{1}{4}$, and the $E\frac{1}{2}$ of the $SW\frac{1}{4}$.

Section 8

The NE¼, and W½ and the SE¼ of the SE¼, and the E½ of the SW¼.

Section 9

The NE1/4, and the SE1/4, and the SW1/4, and the NW1/4.

Section 16

The NE1/4, and NW1/4.

Section 17

The N½ of the NE¼.

Township 12 South, Range 12 West, SLM

Section 32

The W½ and the SE¼ of the SE¼, and the E½ of the SW¼, and the SE¼ of the NW¼.

BRUSHRESOURGES

A Brush Engineered Materials Inc. Company

Brush Resources Inc P.O. Box 815 Delta, UT 84624 Tel: 435-864-1216 Fax: 435-864-1280

m /023/003 * m/023/053

January 11, 2005

Tom Munson Division of Oil, Gas, and Mining 1594 West North Temple Suite 1210 P.O. Box 145801 Salt Lake City, Utah 84116

Dear Tom:

Enclosed are two annual reports as follows:

- Topaz Mining Property (Mine No. M/023/003)
- Hogs Back Project (Mine No. M/023/053)

Please note that there was no reclamation work beyond the off-site Lava Bench Project and monitoring of the test plots on the Topaz Mining Property. All reclamation-related efforts were focused on receiving partial release from surety on the Hogs Back Property and preparing the recently submitted Mining and Reclamation Plan revision. The mine is in a temporary stand-by mode pending approval of the plan and associated surety.

Thanks for the help and guidance throughout the year. We look forward to the annual inspection of revegetation on the Hogs Back Property in the near future as well as approval of the proposed plan revision.

Sincerely,

John R. Wagner Mine Supervisor

cc: Alex Boulton

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JAN 18 2005

DIV. OF OIL, GAS & MINING

Enclosures